

AMARC LETTER TO SHAREHOLDERS

2023 Year in Review & Fully Funded for Extensive Drilling in 2024

February 15, 2024

Dear Investor:



In preparation for our Annual General Meeting on March 21, 2024, I am pleased to report on the milestones and achievements of Amarc Resources Ltd ("Amarc") (TSX-V: AHR; OTCQB: AXREF) in 2023, which have culminated in all of Amarc's projects being fully funded for 2024. The stage is set for extensive drilling to significantly advance our portfolio of 100%-owned copper-gold ("Cu-Au") porphyry districts this year. Amarc will operate all projects.

In 2023, the Company advanced both the JOY and DUKE Districts through extensive work programs funded by our earn-in parties Freeport-McMoRan Mineral Properties Canada Inc. ("Freeport") and Boliden Mineral Canada Ltd. ("Boliden"), respectively. As announced on October 26 and December 13, 2023, both companies are continuing their participation into this year. Management believes that these strategic earn-in agreements are a testament to the quality of Amarc's project portfolio in British Columbia. In addition to being important catalysts to the advancement of our projects, the investments made through the JOY and DUKE agreements will provide a significant flow of exploration results in 2024.

Amarc also completed a \$2.77 million international financing in late 2023 (December 1, 2023 release) in a challenging market for junior exploration companies. As a result, we are well funded to meet our corporate objectives in 2024.

At the **JOY Copper-Gold District**, Amarc entered into a Mineral Property Earn-In Agreement with Freeport, a wholly owned subsidiary of Freeport-McMoRan Inc. (May 12, 2021 release). Freeport may acquire up to a 70% ownership interest in JOY by making staged investments totaling \$110 million. The 2023 program at JOY built on the successes of the systematic 2022 program (15,427 m in 37 core holes and extensive surface surveys) that defined the important potential of deposit-scale porphyry Cu-Au systems (January 23, 2023, and March 2, 2023 releases). Highlights include:

- The emergence of mineralized trends at JOY, similar to the 4 km-long northeast trend of the Nugget, Kemess North, Kemess Underground, Kemess Offset and Kemess East porphyry Cu-Au deposits in the Kemess Mining District held by Centerra Gold Inc., and located immediately adjacent to the south of the JOY tenure;
- One of these - the northeast striking, 15 km PINE Trend - includes large-scale sulphide systems outlined by Induced Polarization surveys at the PINE (6 km²) Deposit, Canyon (5 km²) discovery, and Twins (7 km²) and SWT (3 km²) deposit targets; initial drilling indicates the potential for a cluster of porphyry mineralized deposits;
- Considerable extension of the mineralization at the PINE Deposit to over 1,700 m along strike and from near surface to depth. The widely-spaced drilling completed to date also indicates clear potential to expand the length of the deposit footprint to over 2,600 m; and
- Discovery of substantial new Cu-Au porphyry mineralization at the largely overburden-covered Canyon (5 km²) deposit target.

Freeport's investments include \$5.94 million contributed in 2021, approximately \$14 million in 2022 plus full funding of this past year's program. Field surveys in 2023 focused on detailed refinement of multiple porphyry Cu-Au targets clustered along mineralized trends over the 495 km² property. Rehabilitation of road and bridge access to the PINE Cu-Au Deposit and other deposit targets also took place in 2023 to prepare for an extensive drilling program in 2024, scheduled to commence in the second quarter.



At the **DUKE Copper-Gold District**, Amarc entered into a Mineral Property Earn-In Agreement (the "EIA") with Boliden, an entity within the Boliden Group of companies in late 2022 (November 22, 2022 release). Under the terms of the Agreement, Boliden has a two-staged option to earn up to a 70% interest in the DUKE District by investing \$90 million in exploration and development expenditures. Significant progress has been made since that time.

Drilling in 2022-2023 confirmed that the DUKE Deposit extends to depths of at least 600 m and expanded the deposit footprint laterally to over 650 m north-south by 800 m east-west (June 15, 2023 release). Moreover, a comprehensive exploration template was developed to effectively screen and advance the additional 16 priority exploration targets within the extensive 722 km² DUKE District tenure. This rapid advance in understanding of the controls on mineralization at the DUKE Deposit provides a higher probability of success in these regional target areas while revealing significant potential exists, with further drilling, for the definition of internal higher-grade zones within that deposit.

Approximately \$10 million in exploration expenditures were made in 2022-2023 at the DUKE District, fully funded under the EIA with Boliden. In December 2023, Amarc announced that preparations had commenced with Boliden for an extensive, \$10 million program in 2024. The first drilling phase has already begun, and is focused on the DUKE Deposit and surrounding DUKE Deposit Target. A second phase of drilling is planned for the summer to test a number of deposit targets across the DUKE District, including our recently announced, promising and drill-ready Svea copper-gold target (February 8, 2024 release).

In its successful 2023 financing, Amarc raised some \$2 million to be used exclusively for exploration of its portfolio of B.C. copper-gold projects. The Company has initiated plans to sole fund drilling at the higher grade Empress deposit in the **IKE Copper-Gold District** (January 19, 2024 release).

Copper is a critical mineral that plays a key role in the global energy transition with surging demand for electric vehicles and renewable energy infrastructure projects. Growing demand was already expected to collide with a lack of new projects coming online later in the decade but recent closures and production cuts have shown how vulnerable existing production is, leading industry analysts to forecast supply deficits and a rapidly tightening copper market in 2024 and 2025. Further, over 60 countries at the 2023 COP28 climate change conference backed a plan to triple global renewable energy capacity by 2030. This plan is expected to generate some 4.2 million tons in extra copper demand by that time, according to a recent report¹.

We believe the outlook for the copper market is bright and the need for development of new copper resources is clear. Hence Amarc will continue its focus on developing the kind of district-scale high-value copper-gold assets that major mine operators want and the world needs.

In closing, I would like to acknowledge the efforts of Amarc's team inclusive of our partners, consultants and contractors in 2023, and to thank them and the Indigenous groups, local governments and stakeholders whose willingness to work collaboratively with us led to the successful execution of our programs during the year.

I look forward to the opportunity to thank each of you personally for your interest and support of the Company at the upcoming Annual General Meeting. The meeting will be held on **March 21, 2024 at 2 pm (Pacific Time) at the Company's head office located on the 14th floor - 1040 West Georgia St., Vancouver, BC, Canada**. If you are unable to attend, please ensure that you complete and return your proxy.

ON BEHALF OF THE BOARD OF DIRECTORS OF AMARC RESOURCES LTD.

Diane Nicolson

Dr. Diane Nicolson
President and CEO

Dr. Roy Greig, Vice President, Exploration who is a qualified person has reviewed and approved the content of this letter. This letter and other AGM materials are posted at amarcreources.com/investors/overview and on Amarc's profile at www.sedarplus.ca. Further details on Amarc are available on our website or by contacting Dr. Diane Nicolson, President and CEO, at (604) 684-6365 or within North America at 1-800-667-2114.

¹ <https://www.cbc.com/2024/01/03/copper-appears-set-to-rally-more-than-75percent-by-2025-analysts-say.html>



This letter includes certain statements that may be deemed "forward-looking statements". All such statements, other than statements of historical facts that address exploration plans and plans for enhanced relationships are forward-looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Assumptions used by the Company to develop forward-looking statements include the following: Amarc's projects will obtain all required environmental and other permits and all land use and other licenses, studies and exploration of Amarc's projects will continue to be positive, and no geological or technical problems will occur. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, potential environmental issues or liabilities associated with exploration, development and mining activities, exploitation and exploration successes, continuity of mineralization, uncertainties related to the ability to obtain necessary permits, licenses and tenure and delays due to third party opposition, changes in and the effect of government policies regarding mining and natural resource exploration and exploitation, exploration and development of properties located within Aboriginal groups asserted territories may affect or be perceived to affect asserted aboriginal rights and title, which may cause permitting delays or opposition by Aboriginal groups, continued availability of capital and financing, and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and actual results or developments may differ materially from those projected in the forward-looking statements. For more information on Amarc Resources Ltd., investors should review Amarc's annual Form 20-F filing with the United States Securities and Exchange Commission at www.sec.gov and its home jurisdiction filings that are available at www.sedarplus.ca.

